

In the Matter of the Application of)
WAI`OLA O MOLOKA`I, INC.)
For Review and Approval of Rate)
Increases; Revised Rate Schedules;)
and Revised Rules.)
_____)

For Review and Approval of Rate)
Increases; Revised Rate Schedules;)
and Revised Rules.)

The PUBLIC UTILITIES COMMISSION of the STATE OF HAWAII ("Commission") will hold an evidentiary hearing on the above-referenced docket, as follows:

LOCATION: Public Utilities Commission
Hearing Room, B-3
Kekuanaoa Building
465 South King Street
Honolulu, Hawaii

The Parties are WAI'OLA O MOLOKA'I, INC. ("WOM"); MOLOKAI PROPERTIES LIMITED; the COUNTY OF MAUI; and the DEPARTMENT OF COMMERCE AND CONSUMER AFFAIRS, DIVISION OF CONSUMER ADVOCACY. As set forth in the Order Approving Proposed Procedural Order, as Modified, filed on November 6, 2009, the issues to be considered by the Commission at the evidentiary hearing are:

1. Are WOM's proposed rate increases just and reasonable?
 - a. Are the proposed tariffs, rates, and charges just and reasonable?
 - b. Are the revenue forecasts for the July 1, 2009 to June 30, 2010 Test Year ("Test Year") at present rates and proposed rates just and reasonable?
 - c. Are the projected operating expenses for the Test Year just and reasonable?
 - d. Is the projected rate base for the Test Year just and reasonable, and are the properties included in the rate base used or useful for public utility purposes?
 - e. Is the rate of return requested fair?

The scope of the issues will include the Commission's review of the following components, accounts, tariff, and other matters, as follows:

Revenues

Monthly Customer Charge
Water Usage Charges
Other
Connection Fees
Late Fees

Expenses

Labor, Payroll Taxes & Employee Benefits
Fuel & Power
Cost of Sales
Materials & Supplies
Affiliated Charges
Professional & Outside Services
Repairs & Maintenance
Insurance
Regulatory Expense
General & Administrative
Taxes Other Than Income Taxes
Depreciation
Income Taxes

Rate Base

Net Plant-in-Service

Net Contributions-in-aid-of-Construction

Customer Advances

Customer Deposits

Accumulated Deferred Taxes

Unamortized Hawaii Capital Goods Excise Tax Credit

Working Capital

Rate of Return

Rate Design, including the phase-in of any increases in rates and charges approved by the Commission, and whether an agricultural preferred rate should be established.

Tariff Rules, including WOM's requests to: (A) establish an Automatic Power Cost Adjustment Clause for its electricity expense and (B) increase its service reconnection fee.

Related Matters


Accounting/Allocation Procedures

Excess Capacity

Lost and Unaccounted for Water

The Commission's review and disposition of the above-referenced issues will necessarily involve the application of Hawaii Revised Statutes ("HRS") Chapter 269, including HRS §§ 269-16 and 269-19.5.

Any party may retain legal counsel if the party so desires. An individual may appear on the individual's behalf, or a member of a partnership may represent the partnership, or an officer or authorized employee of a corporation or trust or association may represent the corporation, trust, or association.


ELEANOR TUIASOSOPO, ACTING CHIEF CLERK

DATED: **MAR 23 2010**

CERTIFICATE OF SERVICE

The foregoing Notice was served on this date by mail,
postage prepaid, and properly addressed to the following parties:

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